



DEPARTMENT OF ENVIRONMENTAL QUALITY

KATHLEEN BABINEAUX BLANCO

GOVERNOR

MIKE D. McDANIEL, Ph.D.

SECRETARY

CERTIFIED MAIL

-RETURN RECEIPT REQUEST

File No.: LA0119377

AI No.: 117138 Activity No.: PER20050001

Mr. Todd Lasnik, Regulatory Specialist
Azimuth Energy, LLC
LL&E #'s 1, 2, & 3 City of New Orleans #1 - Couba Island Field
511 16th Street, Suite 300
Denver, CO 80202

RE: Notice of Intent to Terminate Louisiana Pollutant Discharge Elimination System (LPDES) permit (LA0119377) issued to Azimuth Energy, LLC, for LL&E #'s 1, 2, & 3 City of New Orleans #1 - Couba Island Field, an existing oil and gas exploration, development, and production operations facility located in Couba Island Field, approximately 6.1 miles southwest of Marrero, Louisiana, Jefferson Parish.

Dear Mr. Lasnik:

This Office received your request for termination dated January 6, 2006, of LPDES permit LA0119377. LPDES permit was effective on June 1, 2004, and expires on May 31, 2009. It is understood that this facility's well was drilled in August of 2004 and determined to be a dry hole. Your correspondence also indicated that Azimuth Energy has no future plans to drill other wells or discharge wastewater under this permit. This Office has made a tentative decision to terminate LPDES permit in accordance with LAC 33:IX.2907.A.4.

This Office will publish the enclosed public notice one time in the local newspaper(s) of general circulation and the Office of Environmental Services Public Notice Mailing List. In accordance with LAC 33:IX.6521.A, the applicant shall receive and is responsible for paying the invoice(s) from the above mentioned newspaper(s). LAC 33:IX.2781.A states: "...The costs of publication shall be borne by the applicant."

Should you have any questions concerning any part of the NOTICE OF INTENT TO TERMINATE, please feel free to contact Jenniffer Sheppard, Office of Environmental Services, Water and Waste Permits Division, at the address at the bottom of the page or telephone (225) 219-3135. All future correspondence regarding this permit shall use the AI number 117138 and LPDES permit number LA0119377.

Sincerely,

Jesse Chang
Environmental Scientist Manager
Industrial Water Permit

ENVIRONMENTAL SERVICES

: PO BOX 4313, BATON ROUGE, LA 70821-4313

P:225-219-3181 F:225-219-3309

WWW.DEQ.LOUISIANA.GOV

Azimuth Energy, LLC
RE: LA0119377, AI No. 117138
Page 2

jls

Attachment(s): Statement of Basis

c: Southeast Regional Office
Office of Environmental Compliance

Jenniffer Sheppard
Scott Guilliams
Water and Waste Permits Division

IO-W File